BLUMONT GROUP LTD.
(Company Registration No.: 199302554G)
(Incorporated in the Republic of Singapore)

RESPONSE TO SGX QUERIES ON ANNOUNCEMENT DATED 26 APRIL 2018 IN RELATION TO ITS UNAUDITED RESULTS FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2018 FINANCIAL STATEMENTS AND DIVIDEND

INTRODUCTION

The board of directors (the "**Board**") of Blumont Group Ltd. (博诺有限公司) (the "**Company**", and together with its subsidiaries, the "**Group**") refers to its unaudited results for the first quarter and three months ended 31 March 2018 financial statements and dividend announcement dated 26 April 2018 (the "**Announcement**"). The Company is pleased to provide response to the queries received from Singapore Exchange Securities Trading Limited on the Announcement, which are set out below:

We refer to Appendix 7.2 paragraph 1(d)(v). Please provide a statement showing all sales, transfers, cancellation, and/or use of subsidiary holdings as at the end of the current financial period reported on.

	Group		
	As at 1 January 2018 S$'000	**Dissolved during the period S$'000**	**As at 31 March 2018 S$'000**
Investment in subsidiary			
Cost of investment in Powerlite Ventures Limited	4,286	(4,286)	-
Less: Impairment of investment in Powerlite Ventures Limited	(4,286)	4,286	-
Net investment in Powerlite Ventures Limited	-	-	-

	As at 1 January 2018 (%)	**Dissolved during the period (%)**	**As at 31 March 2018 (%)**
Effective equity held in Powerlite Ventures Limited	100	(100)	-

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We refer to page 2 and page 7 of the financial results in relation to the gain on dissolution of a dormant subsidiary, Powerlite Ventures Limited amounting to S$882,000. Please elaborate on the nature of the gain on dissolution of the dormant subsidiary.

The gain on dissolution of a dormant subsidiary amounting to S$882,000 in 1Q2018 comprised mainly of the reclassification of foreign currency translation from equity upon liquidation of dormant subsidiary, Powerlite Ventures Limited.

BY ORDER OF THE BOARD
Blumont Group Ltd.

Siaw Lu Howe
Executive Chairman and Chief Executive Officer
16 May 2018